

Item: _____

Fiscal Impact: \$182,560.00

Funding Source: Lease Proceeds

Account #: _____

Budget Opening Required: ☒

ISSUE:

Purchase of Police and Fire Radio Communication Equipment from Motorola Solutions, Inc.

SYNOPSIS:

Purchase of replacement of Police and Fire radio equipment financed through a Master Tax-Exempt Lease/Purchase Agreement with US BANCORP Government Leasing and Finance, Inc.

BACKGROUND:

The City has a need to replace a significant amount of Police and Fire radio communications equipment. Hand held portable radios and mobile radios will be purchased from Motorola Solutions, Inc. Vendor and equipment are on the Utah State Purchasing Contract #AR-1884. Favorable terms have been negotiated with US BANCORP Government Leasing and Finance, Inc. to initiate a lease purchase transaction. Terms of the lease will expire in advance of the 15 year useful life of the assets acquired. The City has obtained a rate of 2.150% for 7 years.

Payments for this equipment will be 28 quarterly payments in advance at \$6,520.00 starting April 15, 2015, totaling \$182,560. Principal will be \$170,000.00 and interest costs will be \$12,560.00.

RECOMMENDATION:

Approval of resolution

SUBMITTED BY:

Jim Welch, Finance Director